

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors and Shareholders of Synergetic Auto Performance Public Company Limited

I have reviewed the statement of financial position of Synergetic Auto Performance Public Company Limited as at June 30, 2017, and the statements of comprehensive income for the three-month and six-month periods then ended, changes in shareholders' equity and cash flows for the six-month period then ended, and the condensed notes to the financial statements. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

Kraisit Silapamongkonkul
Certified Public Accountant
Registration Number 9429

Siam Truth Audit Company Limited
Bangkok, August 10, 2017

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED
INTERIM FINANCIAL STATEMENTS
AND REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC
ACCOUNTANT
FOR THE SECOND QUARTER ENDED JUNE 30, 2017

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

Thousands Baht

		June 30, 2017	December 31, 2016
		"Unaudited"	"Audited"
	Note	"Reviewed"	"Audited"
Assets			
Current assets			
Cash and cash equivalents		76,274	6,699
Current investments	3	100,000	-
Trade and other receivables	4, 5	188,955	185,426
Inventories	6	6,834	18,536
Other current assets	4	133,196	108,498
Total current assets		505,259	319,159
Non-current assets			
Restricted bank deposits		13,097	10,075
Long-term receivables from finance leases	5	912	1,564
Property, plant and equipment	4, 7	7,149,255	5,929,044
Intangible assets		10,810	3,690
Other non-current assets		143,498	111,072
Total non-current assets		7,317,572	6,055,445
Total assets		7,822,831	6,374,604

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

Thousands Baht

		June 30, 2017	December 31, 2016
		"Unaudited"	"Audited"
	Note	"Reviewed"	"Audited"
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans from financial institutions		-	35,819
Trade and other payables	4, 8	224,793	249,511
Short-term loans from related party	4	-	174,396
Current portion of debts	9	1,164,521	1,033,034
Other current liabilities		14,312	13,100
Total current liabilities		1,403,626	1,505,860
Non-current liabilities			
Long-term loans from financial institutions	10	467,123	295,457
Long-term liabilities under finance leases	11	4,552,184	3,817,047
Deferred tax liabilities		71,148	86,075
Employee benefit obligations		1,487	1,949
Other non-current liabilities		5,640	4,202
Total non-current liabilities		5,097,582	4,204,730
Total liabilities		6,501,208	5,710,590
Shareholders' equity			
Share capital	12		
Authorized share capital			
660,000,000 ordinary shares in period 2017, Baht 0.50 par value and 330,000,000 ordinary shares in year 2016, Baht 1 par value		330,000	330,000
Issued and paid-up share capital			
660,000,000 ordinary shares in period 2017 and 225,000,000 ordinary shares in year 2016, fully paid-up		330,000	225,000
Premium on share capital		510,951	-
Retained earnings			
Appropriated - legal reserve		3,491	3,491
Unappropriated		477,181	435,523
Total shareholders' equity		1,321,623	664,014
Total liabilities and shareholders' equity		7,822,831	6,374,604

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

"Unaudited"

STATEMENT OF COMPREHENSIVE INCOME

"Reviewed"

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2017

Thousands Baht

	Note	Three-month		Six-month	
		2017	2016	2017	2016
Revenue from sales and services	4	510,728	330,662	987,954	621,815
Cost of sales and services	4	(403,322)	(261,324)	(777,384)	(487,561)
Gross profit		107,406	69,338	210,570	134,254
Other income	4	4,894	5,766	12,894	10,669
Selling and service expenses		(8,039)	(4,600)	(15,184)	(7,418)
Administrative expenses	4	(22,280)	(14,364)	(42,280)	(26,196)
Finance costs	4	(57,434)	(34,395)	(114,196)	(66,695)
Profit before income tax		24,547	21,745	51,804	44,614
Tax income (expense)	13	8,994	(4,272)	15,192	(8,887)
Profit for the period		33,541	17,473	66,996	35,727
Other comprehensive income:					
Items that will never be reclassified to profit or loss					
Defined benefit plan actuarial gains		1,323	-	1,323	-
Income tax relating to defined benefit plan actuarial gains		(265)	-	(265)	-
Other comprehensive income - net of tax		1,058	-	1,058	-
Total comprehensive profit		34,599	17,473	68,054	35,727
Earnings per share					
Basic earnings per share (Baht)	3	0.05	0.04	0.12	0.08
Weighted average number of ordinary shares (Thousands shares)		660,000	450,000	561,381	450,000

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

"Unaudited"

STATEMENT OF COMPREHENSIVE INCOME

"Reviewed"

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

Thousands Baht

	Note	Issued and paid-up	Premium on	Retained earnings		Total
		share capital	share capital	Legal reserve	Unappropriated	shareholders' equity
Beginning balance as at January 1, 2017		225,000	-	3,491	435,523	664,014
Increase in ordinary shares	12	105,000	510,951	-	-	615,951
Dividend paid	12	-	-	-	(26,396)	(26,396)
Total comprehensive income		-	-	-	68,054	68,054
Ending balance as at June 30, 2017		330,000	510,951	3,491	477,181	1,321,623
Beginning balance as at January 1, 2016		225,000	-	-	369,188	594,188
Total comprehensive income		-	-	-	35,727	35,727
Ending balance as at June 30, 2016		225,000	-	-	404,915	629,915

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

"Unaudited"

STATEMENT OF CASH FLOWS

"Reviewed"

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2017

Thousands Baht

	2017	2016
Cash flows from operating activities		
Profit before income tax	51,804	44,614
Adjustments to reconcile profit before income tax to net cash provided by (used in) operating activities		
Depreciation and amortization	423,556	256,448
Interest income	(751)	(81)
Interest expenses	114,081	66,695
Reversal of doubtful accounts	-	(3)
Loss on impairment of assets (reversal)	(338)	3,380
Gain from sale of assets	(17)	-
Reversal of loss on devaluation of inventories	(1,154)	-
Cash flow before changes in working capital	587,181	371,053
Changes in working capital		
Trade and other receivables	(3,530)	(11,577)
Receivables from finance leases	651	453
Inventories	189,662	127,071
Other current assets	(24,697)	(15,787)
Restricted bank deposits	(3,022)	(2,500)
Other non-current assets	(202)	(144)
Trade and other payables	(136,015)	(30,014)
Other current liabilities	1,211	2,047
Employee benefit obligations	862	302
Other non-current liabilities	1,436	780
Cash generated from the operations	613,537	441,684
Interest received	751	81
Income tax paid	(32,225)	(17,303)
Net cash provided by operating activities	582,063	424,462

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED

"Unaudited"

STATEMENT OF CASH FLOWS

"Reviewed"

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2017

Thousands Baht

	2017	2016
Cash flows from investing activities		
Purchase of current investments	(100,000)	-
Purchase of plant and equipment	(304,387)	(4,425)
Sales of assets	20	15
Purchase of intangible assets	(7,477)	(597)
Net cash used in investing activities	(411,844)	(5,007)
Cash flows from financing activities		
Increase (decrease) in short-term loans from financial institutions	(35,819)	35,602
Proceeds from short-term loans from related party	113,000	261,000
Repayment of short-term loans from related party	(287,396)	(151,000)
Proceeds from long-term loans from financial institutions	214,355	-
Repayment of long-term loans from financial institutions	(18,863)	(8,639)
Repayment of liabilities under finance leases	(530,538)	(488,227)
Interest paid	(145,609)	(62,759)
Cash receipt from increase in ordinary shares	615,951	-
Dividend paid	(25,725)	-
Net cash used in financing activities	(100,644)	(414,023)
Net increase in cash and cash equivalents	69,575	5,432
Cash and cash equivalents at the beginning of the period	6,699	16,118
Cash and cash equivalents at the end of the period	76,274	21,550

Additional details of non-cash items

1. The Company had transferred car for rent to inventories at net book value in the amount of Baht 176.69 million (period 2016: Baht 124.64 million).
2. The Company purchased cars for rent at cost in the amount of Baht 1,806.88 million (period 2016: Baht 1,258.17 million) by cash payment in the amount of Baht 291.39 million, by payable for purchase of assets in the amount of Baht 142.15 million (period 2016: Baht 290.97 million) and by entering into a finance lease agreement for the remainder.

SYNERGETIC AUTO PERFORMANCE PUBLIC COMPANY LIMITED
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2017
(UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

Synergetic Auto Performance Public Company Limited (“the Company”) is incorporated in Thailand and has its registered office at 149 Moo 3, Theparak, Muang Samutprakarn, Samutprakarn. The Company had 6 branches in Bangkok and upcountry.

The principal activities of the Company are a provider of car rental business and selling of used cars, including related car maintenance services.

These interim financial statements have been approved for issue by the Board of Directors of the Company on August 10, 2017.

2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements are prepared in accordance with Thai Accounting Standards (“TAS”) No. 34, Interim Financial Reporting (revised 2016) to provide information additional to that included in the financial statements for the year ended December 31, 2016. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2016.

The interim financial statements are presented in Thai Baht, which is the Company’s functional currency. The preparation of these financial statements is in Thai and English language and issued for Thai reporting purposes.

The preparation of the interim financial statements in accordance with Thai Financial Reporting Standards (“TFRS”) requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2016.

New TFRS

During the period, the Company has adopted new and revised TFRS which are effective for the accounting period beginning on or after January 1, 2017. These TFRS were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these TFRS does not have any significant impact on the financial statements of the Company.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2016.

Current investments

Current investments are fixed deposit account with a maturity not over 1 year.

Basic earnings per share

Basic earnings per share for the three-month and six-month periods ended June 30, 2017 and 2016 is calculated by dividing profits for the periods by the weighted average number of ordinary shares issued during the periods, after adjusting the number of ordinary shares to reflect the impact of the changing the par value (see note 12). The prior year's basic earnings per share have been recalculated as if the changing the par value had been distributed at the beginning of the earliest period reported.

For the three-month and six-month periods ended June 30, 2017 and 2016 were as follows:

	Three-month		Six-month	
	2017	2016	2017	2016
Profit for the periods (Thousands Baht)	33,541	17,473	66,996	35,727
Weighted average number of ordinary shares (Thousands shares)				
Issued ordinary shares at the beginning of the periods	660,000	450,000	450,000	450,000
Effect of shares issued during the periods	-	-	111,381	-
Weighted average number of ordinary shares	<u>660,000</u>	<u>450,000</u>	<u>561,381</u>	<u>450,000</u>

4. TRANSACTIONS WITH RELATED PARTIES

The Company had transactions with related parties. These parties were related through common shareholders and/or directorships or close members of the family of management. The significant transactions with related parties as included in the financial statements are determined at the prices in line occurring in the normal course of business based on the market price in general or the price as stipulated in the agreement if no market price exists.

Significant transactions with related parties for the six-month periods ended June 30, 2017 and 2016 were as follows:

	<i>Thousands Baht</i>	
	2017	2016
Revenue from services		
Toyota @ United Company Limited	1,022	1,356
Thai smile Leasing Company Limited	857	1,112
Revenue from sales		
Toyota @ United Company Limited	262	-
Toyota @ United Used Car Company Limited	660	5,519
Other income		
Toyota @ United Company Limited	25	134
Toyota @ United Used Car Company Limited	15	10
Thai smile Leasing Company Limited	10	2
Purchase of cars		
Toyota @ United Company Limited	1,693,791	1,069,119
Toyota @ United Used Car Company Limited	2,542	-
Siam Nissan P2M Company Limited	-	27,843
Purchase of spare parts and equipment		
P2M Energy Company Limited	390	281
Siam Nissan P2M Company Limited	-	56
SMP Global Trading Company Limited	1,385	1,319
Repair and maintenance expenses		
Toyota Premium Phitsanulok Company Limited	88	-
Toyota @ United Company Limited	6,876	5,994
Toyota Phitsanulok Toyota's Dealer Company Limited	363	377
P2M Energy Company Limited	183	83
Siam Nissan P2M Company Limited	26	12
Office rental and other service expenses		
Toyota @ United Company Limited	1,753	1,667
P2M Energy Company Limited	29	-
SMP Global Trading Company Limited	1,905	770
Mrs. Parinda Vongvitavat	921	921
Consultant fee		
Toyota @ United Company Limited	-	300
Interest expense		
Toyota @ United Company Limited	2,640	6,163

Key management personnel compensation

Key management personnel compensation for the six-month periods ended June 30, 2017 and 2016 consisted of:

	<i>Thousands Baht</i>	
	2017	2016
Short-term benefits	7,040	2,905
Long-term benefits	123	133
Total	7,163	3,038

Directors' remuneration

Directors' remuneration represents benefits paid to the directors of the Company in accordance with Section 90 of the Public Company Limited Act, exclusive of salaries and related benefit payable to directors who hold executive positions.

For the six-month periods ended June 30, 2017 and 2016, the Company paid directors' remuneration in the amount of Baht 0.31 million and Baht 0.19 million, respectively.

The significant balances of assets and liabilities with related parties as at June 30, 2017 and December 31, 2016 were as follows:

	<i>Thousands Baht</i>	
	2017	2016
Trade receivables		
Toyota @ United Company Limited	-	2
Other receivables		
Toyota @ United Company Limited	27	8
Toyota @ United Used Car Company Limited	2	-
Thai smile Leasing Company Limited	-	5
Prepaid service expense		
SMP Global Trading Company Limited	2,087	1,700
Advance payment for inventories		
Toyota @ United Company Limited	-	10,127
Trade payables		
Toyota Premium Phitsanulok Company Limited	49	21
Toyota @ United Company Limited	112,041	102,022
Toyota Phitsanulok Toyota's Dealer Company Limited	129	81
P2M Energy Company Limited	189	174
Siam Nissan P2M Company Limited	12	2,753
SMP Global Trading Company Limited	1,510	792
Other payables		
Toyota @ United Company Limited	278	33,076
Mrs. Parinda Vongvitavat	154	307

Short-term loans from related party

Short-term loans from related party as at December 31, 2016 consisted of:

	<i>Thousands Baht</i>
Toyota @ United Company Limited	174,396

Movements of short-term loans from related party for the six-month periods ended June 30, 2017 and 2016 were as follows:

	<i>Thousands Baht</i>	
	2017	2016
Beginning balance	174,396	115,396
Increase	113,000	261,000
Decrease	(287,396)	(151,000)
Ending balance	-	225,396

The Company had short-term loans from Toyota @ United Company Limited by entering loan agreement, due at call with interest charged at the rate referred to the bank's interest rate and unsecured

Significant agreements

The Company is in the process of renew the office buildings rental agreement with related party. The fee in the amount of Baht 0.43 million per month.

Co-guarantee for liabilities

As at June 30, 2017, related parties had co-guarantee liabilities as follows:

Toyota @ United Company Limited and directors had co-guarantee for loans from financial institutions and liabilities under finance leases of the Company without compensation (see notes 10 and 11).

The Company had co-guarantee for loans from financial institutions of Toyota @ United Company Limited in the amount of Baht 540.43 million and the credit facility of such company for the letter of guarantee issued by the bank in amount of Baht 3 million without compensation (see note 15).

On November 9, 2016, the financial institution had notified the release of guarantee obligations of the Company as mentioned above under the following conditions:

- the Company has no any obligation over credit facilities with other financial institutions.
- the Company has to be listed on the Stock Exchange of Thailand and initial offer to the general public within 6 months since the approval date.
- Toyota @ United Company Limited has to recall the Company for all loans within the subsequent quarter after the initial public offering. In addition, the Company has not to make any loan transaction with Toyota @ United Company Limited.

Therefore, if the Company cannot carry out within the determined period, the Company has to, as before, guarantee such credit facilities.

During the period 2017, the Company listed on the Stock Exchange of Thailand and repaid all loans from Toyota @ United Company Limited. Currently, the Company is in the process of the release of guarantee obligations with financial institutions.

Nature of relationship

Name	Country/ Nationality	Relation	Type of relation
Toyota @ United Company Limited	Thailand	Related company	Direct shareholding
Toyota @ United Used Car Company Limited	Thailand	Related company	Common shareholder and/or director
P2M Energy Company Limited	Thailand	Related company	Common shareholder and/or director
Siam Nissan P2M Company Limited	Thailand	Related company	Close members of the family of management and/or shareholder
Toyota Phitsanulok Toyota's Dealer Company Limited	Thailand	Related company	Close members of the family of management and/or shareholder
Toyota Premium Phitsanulok Company Limited	Thailand	Related company	Close members of the family of management and/or shareholder
SMP Global Trading Company Limited	Thailand	Related company	Close members of the family of management and/or shareholder
Thai Smile Leasing Company Limited	Thailand	Related company	Close members of the family of management and/or shareholder
Mrs. Parinda Vongvitavat	Thai	Related person	Shareholder and director

Bases of measurement for intercompany revenues and expenses

	Pricing policies
Rendering of purchase	Referred to market price
Rendering of purchase and selling of used cars	Referred to market price or bid price
Rendering of service	Stipulate in the agreement
Building rental and other service expenses	Stipulate in the agreement
Interest expense	Referred to the bank's interest rate.

5. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at June 30, 2017 and December 31, 2016 consisted of:

	<i>Thousands Baht</i>	
	2017	2016
Trade receivables		
Operating leases	177,907	172,571
Finance leases	2,151	2,270
Selling of used cars	342	-
Total	180,400	174,841
Less Allowance for doubtful accounts	(659)	(659)
Trade receivables - net	179,741	174,182
Other receivables	9,501	11,531
Less Allowance for doubtful accounts	(287)	(287)
Other receivables - net	9,214	11,244
Trade and other receivables - net	188,955	185,426

As at June 30, 2017 and December 31, 2016, the Company had outstanding balances of trade receivables aged by number of months as follows:

	<i>Thousands Baht</i>	
	2017	2016
Current	148,147	94,971
Overdue		
Not over 3 months	29,495	70,399
Over 3 months up to 6 months	1,988	4,523
Over 6 months up to 12 months	111	4,650
Over 12 months	659	298
Total	180,400	174,841

As at June 30, 2017, the Company had a minimum amount to be received in the future under operating leases, as follows:

Year	<i>Millions Baht</i>
1	1,462
2 - 5	3,167
Total	4,629

Receivables under finance leases as at June 30, 2017 and December 31, 2016 consisted of:

Year	2017			2016		
	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment
1	2,151	399	2,550	2,270	789	3,059
2 - 5	912	43	955	1,564	188	1,752
Total	3,063	442	3,505	3,834	977	4,811

The Company entered into the finance lease agreements for selling of cars, receivable monthly in the amount of Baht 0.17 million (Year 2016: Baht 0.17 million). The current portion of receivables under finance leases in the amount of Baht 2.15 million (Year 2016: Baht 2.27 million) was presented in trade receivables.

6. INVENTORIES

Inventories as at June 30, 2017 and December 31, 2016 consisted of:

	<i>Thousands Baht</i>	
	2017	2016
Used cars	6,664	19,851
Parts	405	74
Total	7,069	19,925
Less Allowance for devaluation of inventories	(235)	(1,389)
Inventories - net	6,834	18,536

As at June 30, 2017, the carrying amount of inventories of Baht 2.54 million was pledged as collateral for liabilities under finance lease (Year 2016: Baht 3.21 million) (see note 11).

Movements of allowance for devaluation of inventories accounts for the six-month period ended June 30, 2017 were as follows:

	<i>Thousands Baht</i>
Beginning balance	1,389
Less Reversal of loss on devaluation of inventories	(1,154)
Ending balance	235

7. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment during the six-month period ended June 30, 2017 were summarized belows:

	<i>Thousands Baht</i>
Net book value as at January 1, 2017	5,929,044
Purchases - at cost	1,819,914
Transfer out - inventories - net book value	(179,198)
Disposals / transfer - net book value	2,355
Depreciation	(423,198)
Reversal loss from impairment of assets	338
Net book value as at June 30, 2017	<u><u>7,149,255</u></u>

8. TRADE AND OTHER PAYABLES

Trade and other payables as at June 30, 2017 and December 31, 2016 consisted of:

	<i>Thousands Baht</i>	
	2017	2016
Trade payables	<u>192,260</u>	<u>190,977</u>
Other payables		
Accrued expenses	26,285	55,313
Others	6,248	3,221
Total	<u>32,533</u>	<u>58,534</u>
Grand total	<u><u>224,793</u></u>	<u><u>249,511</u></u>

9. CURRENT PORTION OF DEBTS

Current portion of debts as at June 30, 2017 and December 31, 2016 consisted of:

		<i>Thousands Baht</i>	
	Note	2017	2016
Loans from financial institution	10	<u>58,922</u>	<u>35,096</u>
Liabilities under finance leases	11	<u>1,105,599</u>	<u>997,938</u>
Total		<u><u>1,164,521</u></u>	<u><u>1,033,034</u></u>

10. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at June 30, 2017 and December 31, 2016 consisted of:

	<i>Thousands Baht</i>	
	2017	2016
Loans from financial institutions	526,045	330,553
Less Current portion	(58,922)	(35,096)
Long-term loans from financial institutions	<u>467,123</u>	<u>295,457</u>

As at June 30, 2017, the Company had additional the credit facility of loans from financial institutions. The details are as follows:

<i>Millions Baht</i>		Referred interest rate		Repayment	
Lender	Credit line	Period	(Percentage)		
Bank	57.35	5 Years	MLR	Period 1 - 59	monthly principal repayment with interest Baht 0.78 million each
				Period 60	repayment for the remainder.
Bank	157.00	5.5 Years	MLR	Monthly principal repayment Baht 0.24 - 11.25 million	

Movements of loans from financial institutions for the six-month periods ended June 30, 2017 and 2016 were as follows:

	<i>Thousands Baht</i>	
	2017	2016
Beginning balance	330,553	8,639
Increase	214,355	-
Decrease	(18,863)	(8,639)
Ending balance	<u>526,045</u>	<u>-</u>

The Company has delivered the car registration and registered the Secured Transaction as collateral for the loans. In addition, Toyota @ United Company Limited and directors has co-guaranteed the Company's liabilities (see note 4).

11. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at June 30, 2017 and December 31, 2016 consisted of:

	2017			2016		
	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment
1	1,105,599	206,188	1,311,787	997,938	176,070	1,174,008
2 - 5	4,552,184	359,944	4,912,128	3,817,047	316,481	4,133,528
Total	<u>5,657,783</u>	<u>566,132</u>	<u>6,223,915</u>	<u>4,814,985</u>	<u>492,551</u>	<u>5,307,536</u>

The Company entered into the finance lease agreements for purchase vehicles (see note 7), payable monthly in the amount of Baht 117.68 million. As at June 30, 2017, the current portion of liabilities under the finance leases in the amount of Baht 1,105.60 million (Year 2016: Baht 997.94 million) was presented under current liabilities.

Toyota @ United Company Limited and directors had co-guarantee for liabilities under finance leases (see note 4).

12. SHARE CAPITAL

At the Board of directors' Meeting held on April 9, 2017, a resolution was passed authorizing the interim dividend payment at the rate of Baht 0.04 per share, totalling Baht 26.40 million.

During March 22 - 24, 2017 the Company offered the share capital in the amount of 210 million shares to the public for subscription shares at the offering price of Baht 3.03 per share. The Company received the proceeds from the public for subscription shares, total amount Baht 636.30 million (the Company recorded expenses for selling increase share capital in the amount of Baht 20.35 million deducted from share premium account). On March 27, 2017, the Company registered the change in its paid-up share capital from share subscriptions received from Baht 225 million to Baht 330 million with the Ministry of Commerce.

The Extraordinary General Meeting of Shareholders held on February 11, 2017, passed the resolutions to approve as follows:

- 12.1 Change the par value from 330 million shares, with the par value of Baht 1 each to 660 million shares, with the par value of Baht 0.50 each.

The Company registered the changing the par value with the Ministry of Commerce on February 14, 2017.

- 12.2 Revise the resolutions of the Extraordinary General Meeting of Shareholders held on July 4, 2016 detailed as follows:

- 12.2.1 Formerly "increase in authorized share capital from Baht 225 million to Baht 330 million by issuing new 105 million ordinary shares with the par value of Baht 1 each", corrected to

"increase in authorized share capital from Baht 225 million to Baht 330 million by issuing new 210 million ordinary shares with the par value of Baht 0.50 each."

- 12.2.2 Formerly "Allot new ordinary shares of 105 million shares, with the par value of Baht 1 each for the Initial Public Offering", corrected to

- 1) Allot new ordinary shares increased not exceeding of 21 million shares, with the par value of Baht 0.50 each for offering to directors and/or management of the Company, concurrently, initial offering to the general public as stated below in No. 2) under the same bases and approach. In the case that there are the remaining allotted shares from offering to directors and/or management of the Company, such remaining shares will be allotted to offer to the public as stated in No. 2).
- 2) Allot new ordinary shares increased not exceeding of 189 million shares, with the par value of Baht 0.50 each, for initial offering to the general public.

The Board of Director of the Company and/or Chief Executive Officer and/or the person represented to those mentioned were assigned to determine the necessary details and conditions or others relating to such share offering as offering period, offering price, share repayment and the appointment of underwriter, etc.

13. INCOME TAX

The Company recognized income tax expense for the six-month periods ended June 30, 2017 and 2016 based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Tax income (expense) for the six-month periods ended June 30, 2017 and 2016 was as follows:

	<i>Thousands Baht</i>	
	2017	2016
Current tax		
Current period	-	-
Deferred tax		
Movements in temporary differences	15,192	(8,887)
Tax income(expense)	<u>15,192</u>	<u>(8,887)</u>

Income tax recognized in other comprehensive income for the six-month period ended June 30, 2017 was as follows:

	<i>Thousands Baht</i>
Employee benefit obligations	<u>(265)</u>

14. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent maker in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as the directors of the Company.

The Company operates the business involve 2 principal segments: (1) Car rental and (2) Selling of used cars, and its operations are mainly carried in the same geographic area in Thailand, which are classified by operating income and expenses for the six-month periods ended June 30, 2017 and 2016 were as follows:

For the six-month period ended June 30, 2017

	<i>Thousands Baht</i>		
	Car rental	Selling of used cars	Total
Revenue	782,545	205,409	987,954
Cost	(590,752)	(186,632)	(777,384)
Gross profit	191,793	18,777	<u>210,570</u>
Trade receivables as at June 30, 2017	177,907	3,405	<u>181,312</u>
Property, plant and equipment as at June 30, 2017			<u>7,149,255</u>
Total assets as at June 30, 2017			<u>7,822,831</u>

For the six-month period ended June 30, 2016

	<i>Thousands Baht</i>		
	Car rental	Selling of used cars	Total
Revenue	488,620	133,195	621,815
Cost	(362,654)	(124,907)	(487,561)
Gross profit	125,966	8,288	134,254
Trade receivables as at June 30, 2016	95,880	998	96,878
Property and equipment as at June 30, 2016			4,299,101
Total assets as at June 30, 2016			4,593,797

Information about major customers

For the six-month ended June 30, 2017, the Company has revenue from 2 major customers in the amount of Baht 191.90 million from car rental sector (period 2016: 1 major customer with total amount of Baht 96.03 million).

15. COMMITMENTS AND CONTINGENT LIABILITIES

As at June 30, 2017, the Company had commitments and contingent liabilities as follows:

15.1 Commitments for payment under agreement as follows:

15.1.1 Payment under operating lease agreements in respect of the lease of building, future minimum lease payments under operating leases as follows:

	<i>Millions Baht</i>
Within 1 year	29.17
More than 1 year but not over 5 years	52.53

15.1.2 Payment under service agreement in the amount of Baht 3.08 million and EUR 0.09 million.

15.1.3 Payment under service agreement in the amount of Baht 0.39 million per month.

15.2 Letter of guarantee issued by bank in the amount of Baht 167.85 million.

15.3 Contingent liabilities from co-guarantee for loans from bank and the letter of guarantee issued by the bank of Toyota @ United Company Limited (see note 4).